



**2016-17 Final Budget Amendment and
2017-18 Proposed Budget**

Presentation

June 20, 2017

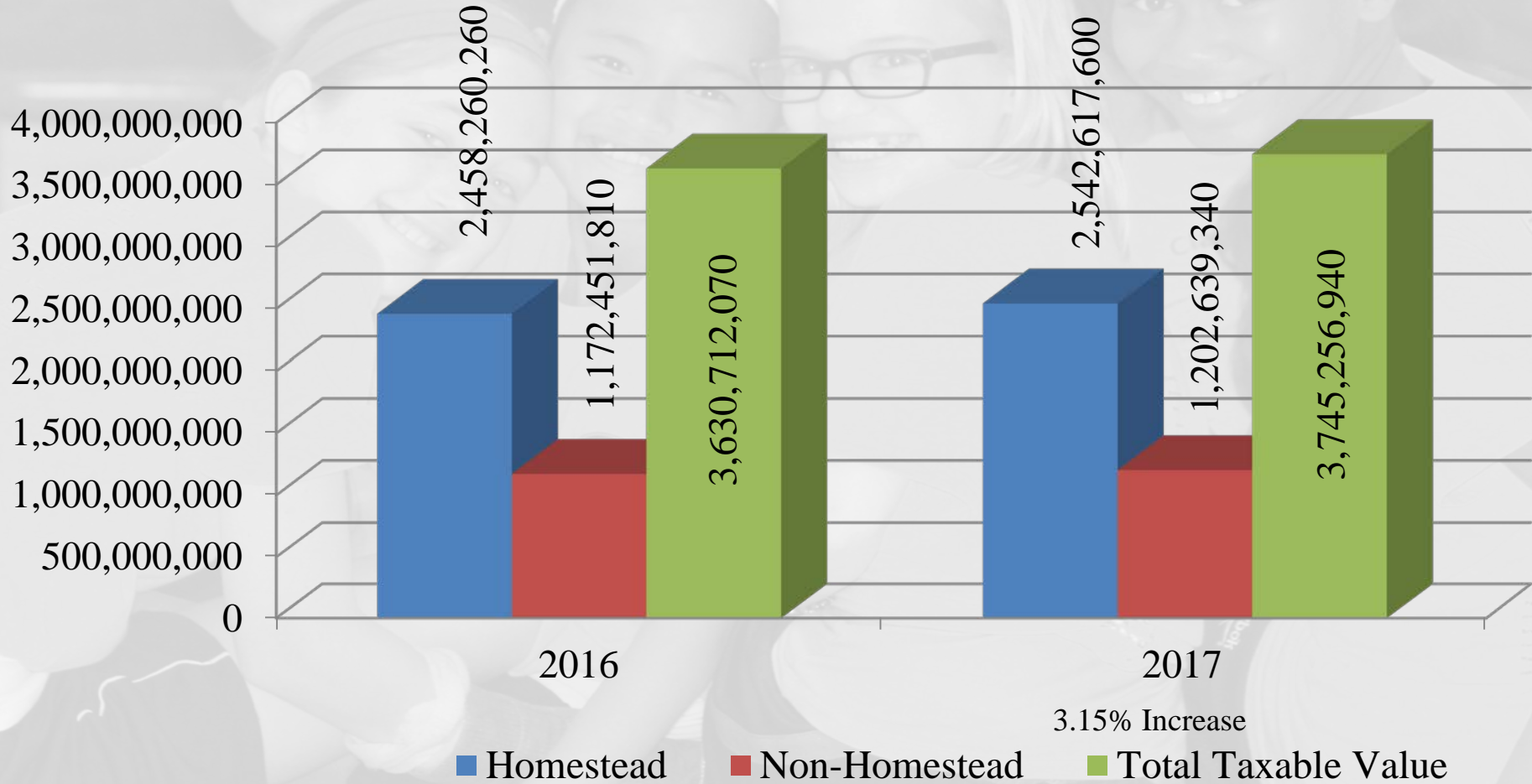
Agenda

- Fund Descriptions
- Property tax values
- Homestead, Non-Homestead Millage Levy
- Revenue, Expenditure, Fund Balance History
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- Enrollment History
- General Fund 2016-17 Final Amendment & 2017-18 Original Budget
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 - Future Budget Considerations
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- Capital Project Fund
- Capital Maintenance Fund
- Consolidated Special Revenue Funds
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 - Food Service
 - Troy Career Center
 - Facility Rental

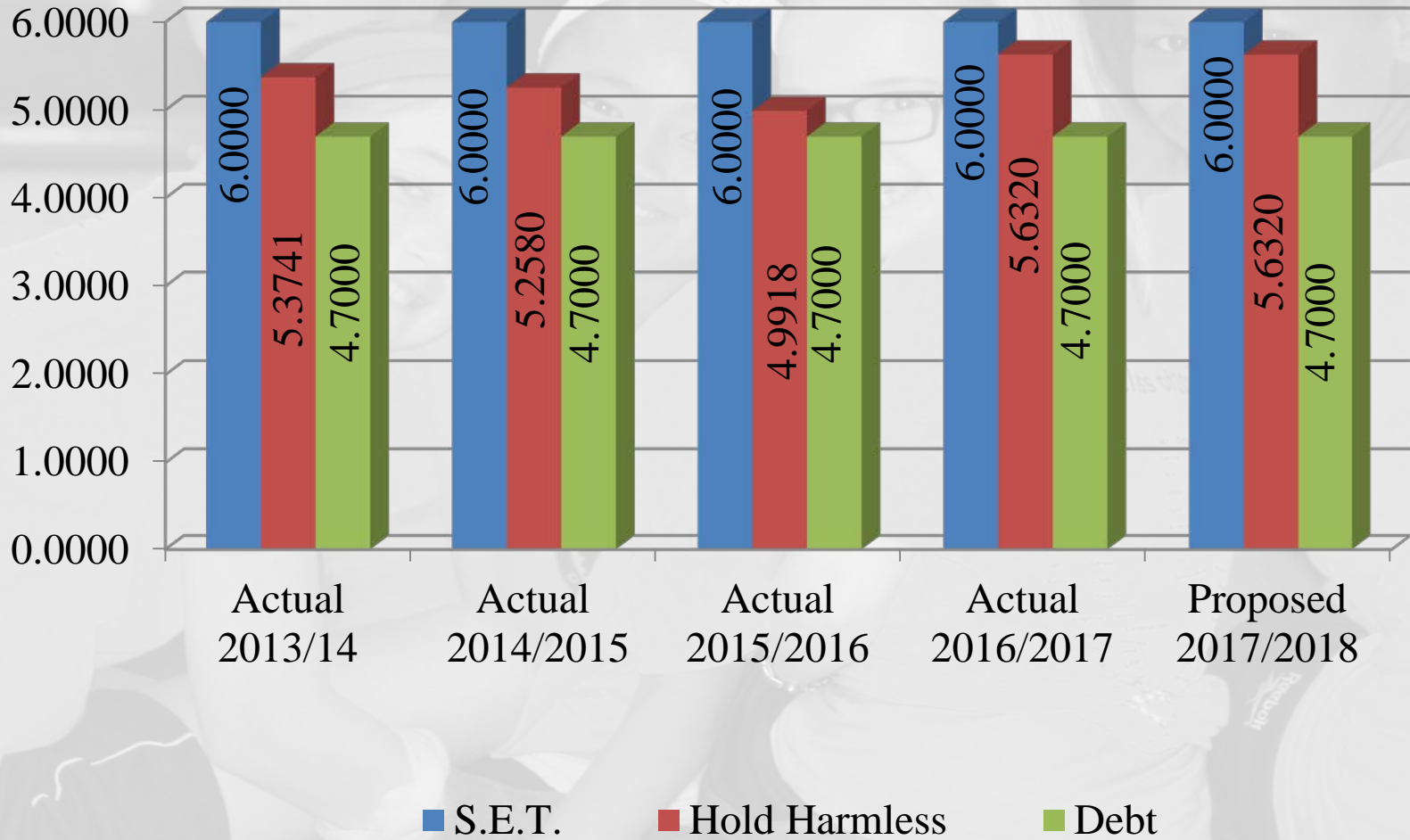
Fund Descriptions

1. General Fund (1xx) – Accounts for revenue and expenses associated with the general operations of the District.
2. Debt Retirement Funds (3xx) – Accounts for revenue and expenses associated with the District’s debt obligations.
3. Capital Projects Funds (414, 416) – Accounts for the bond proceeds and expenses associated with the District’s bond projects.
4. Capital Maintenance Fund (499) – Accounts for the expenses associated with the District’s capital maintenance projects.
5. Food Service Fund (520) – Accounts for revenue and expenses associated with the District’s food service program.
6. TCC Grant Fund (529) – Accounts for the revenue and expenses associated with the District’s operations of the Troy Career Center
7. Community Service Fund (530) – Accounts for revenue and expenses associated with the District’s fee for service programs including PAL, CARE and TOTS.
8. Facility Rental Fund (535) – Accounts for the revenue and expenses associated with the District’s rental of various facilities.

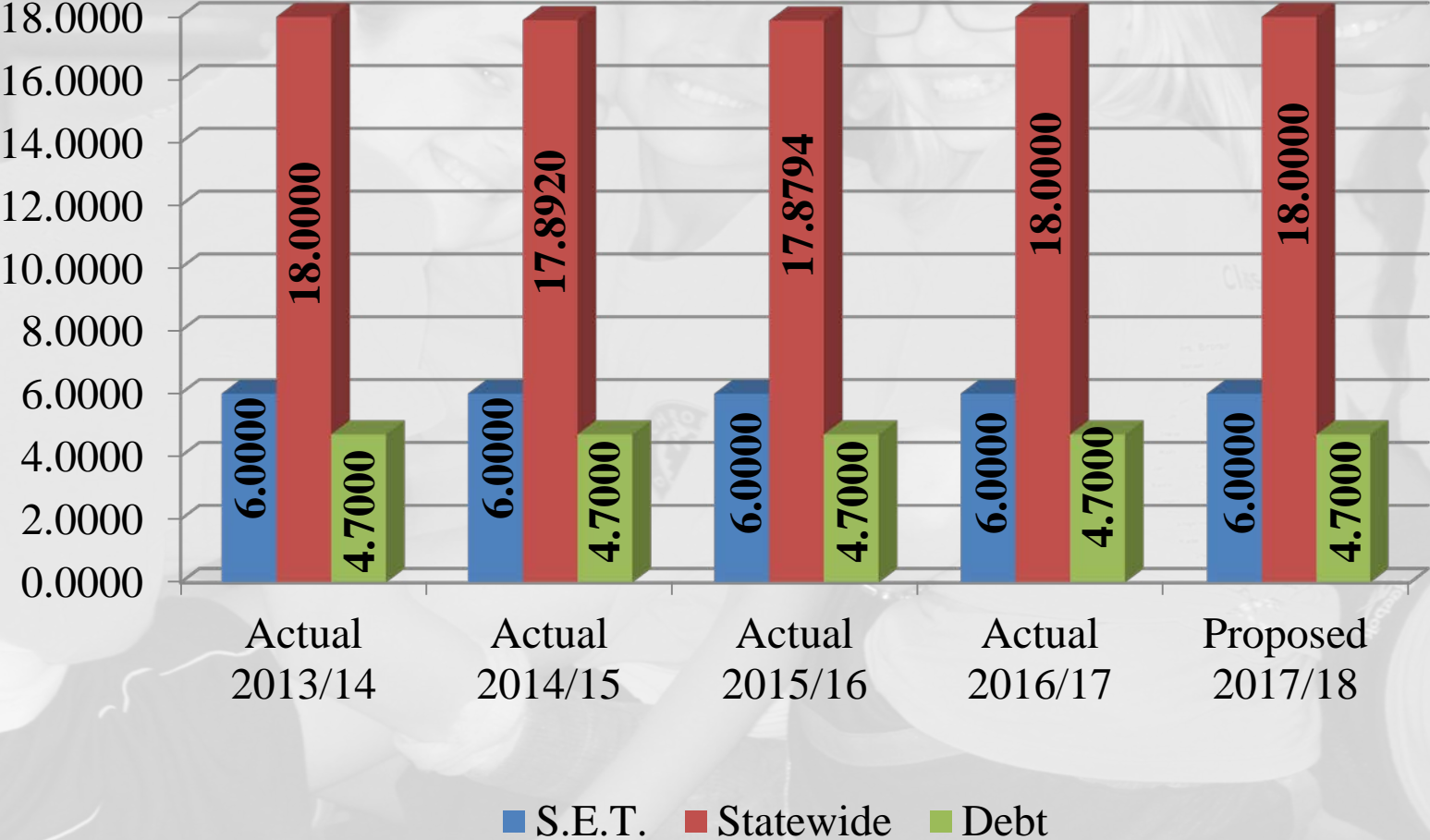
2017-18 Taxable Values Homestead & Non-Homestead



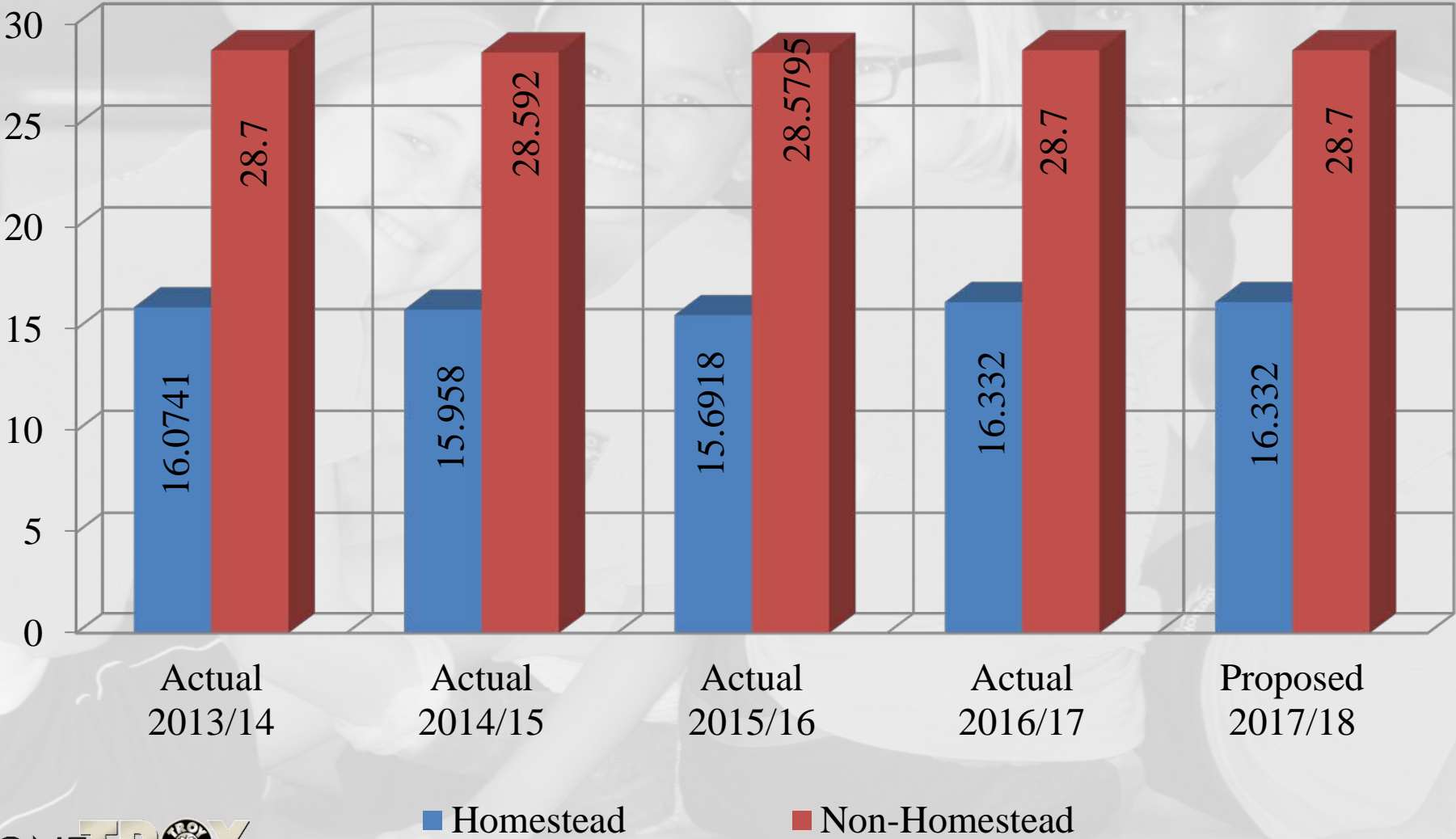
Five Year Homestead Millage Comparison



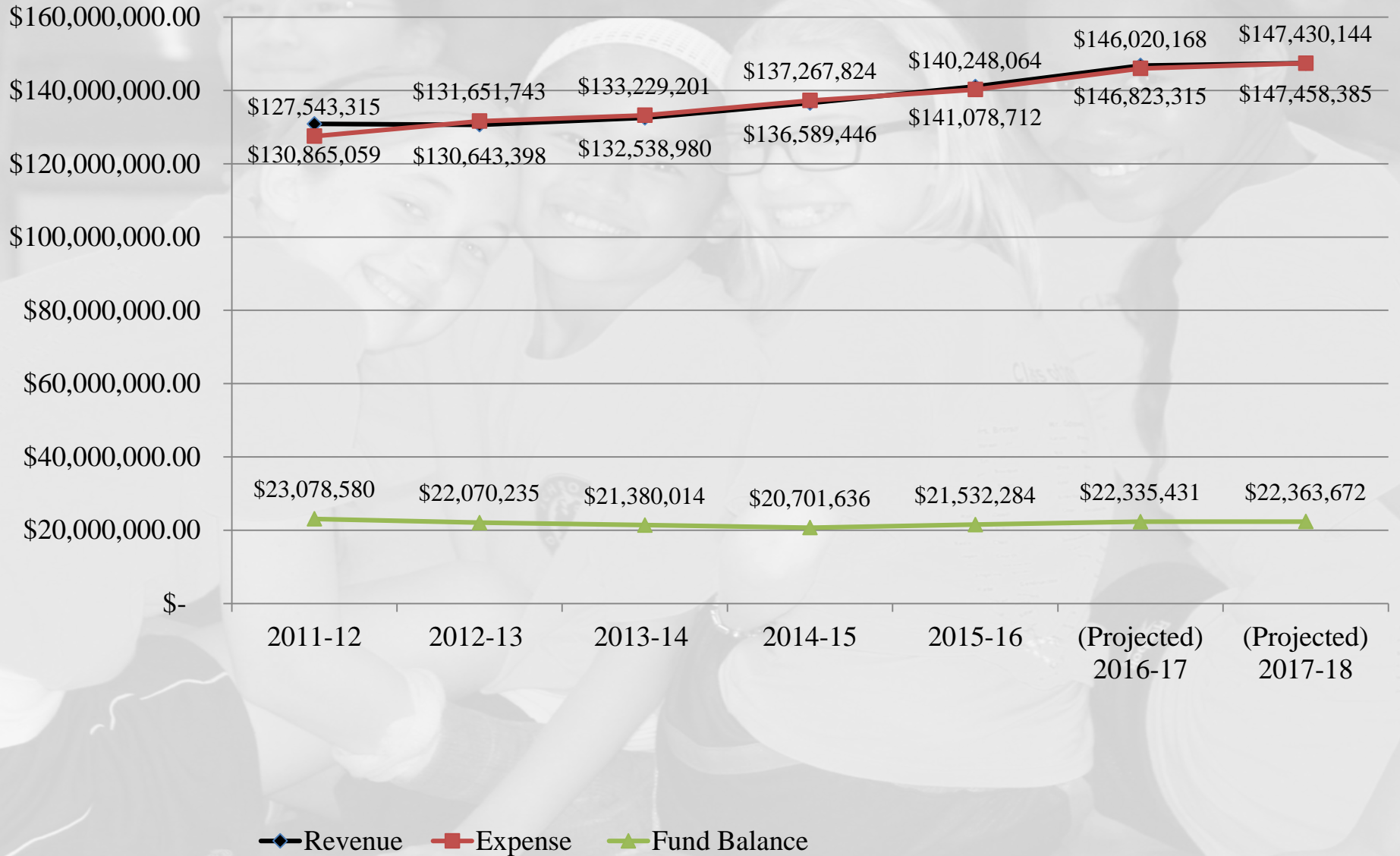
Five Year Non-Homestead Millage Comparison



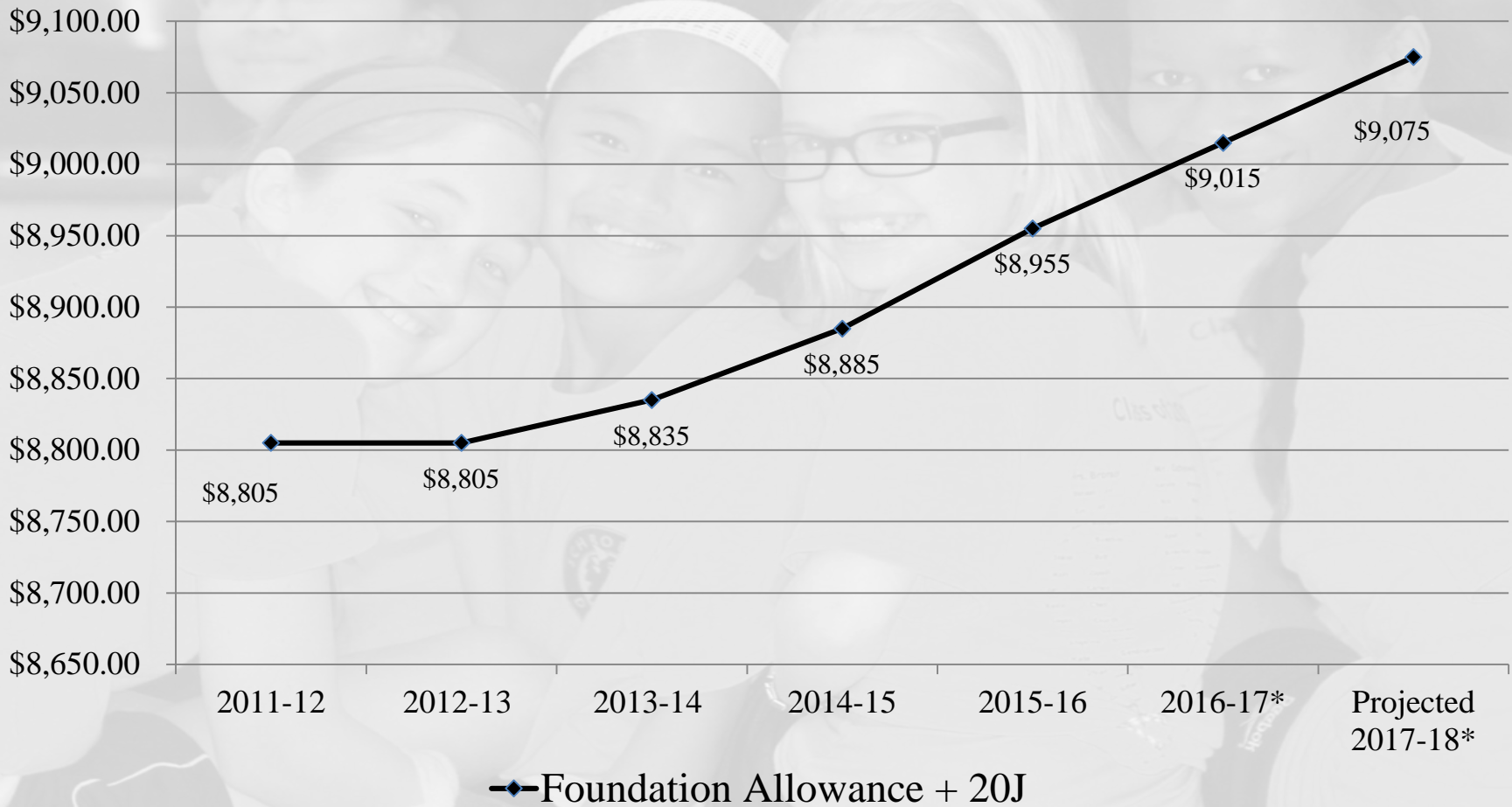
Five Year Millage Comparison



Revenue, Expense and Fund Balance History

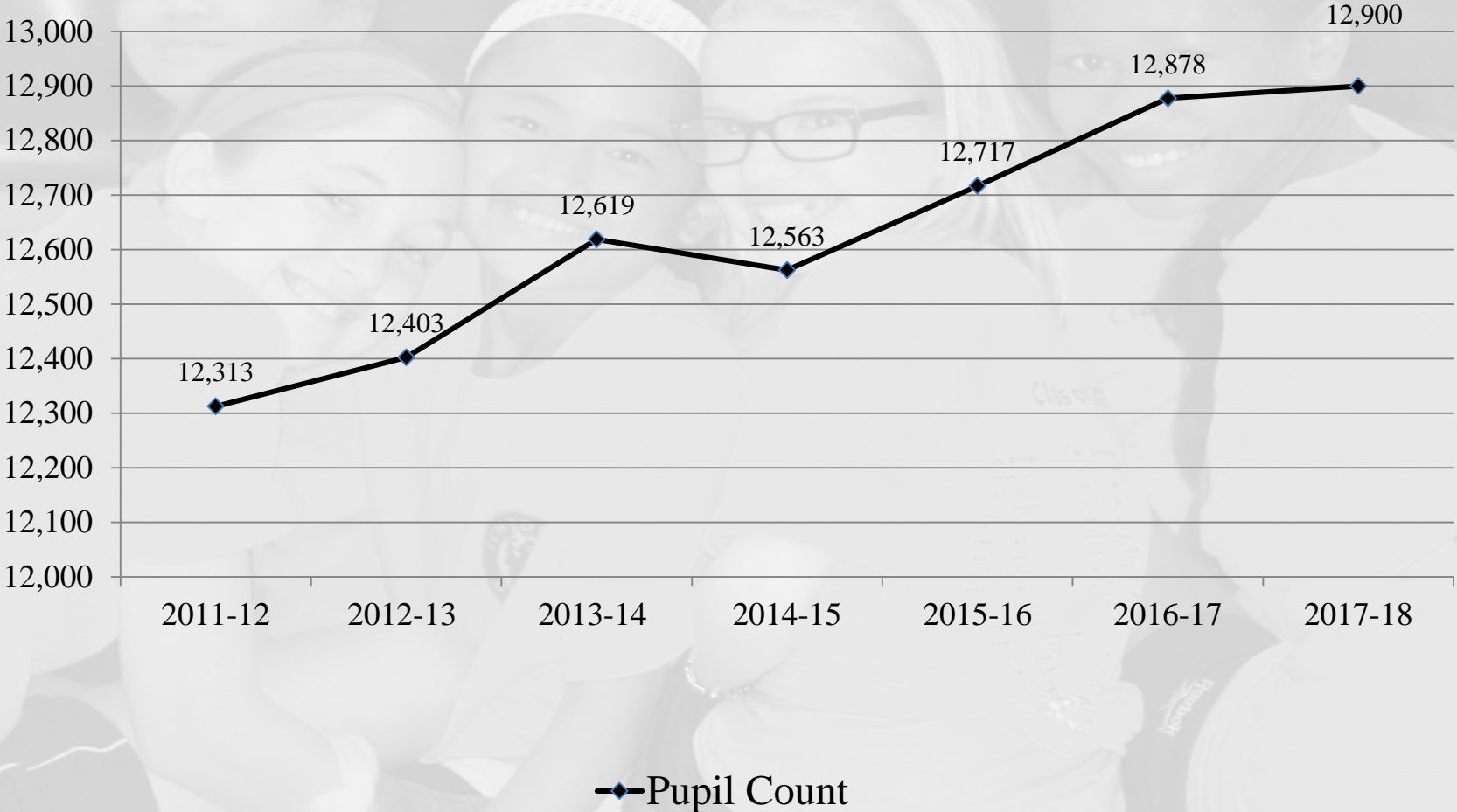


Foundation Allowance / 20J History



* 2016-17 Foundation Allowance increase is capped at rate of inflation; therefore, a majority of the \$60 increase will be funded through a categorical.

Enrollment History



2017 -18 General Fund State Aid Revenue Budget Assumptions

- Foundation Allowance: increase of \$60 per pupil = +\$774,000
- Enrollment assumption: 12,900 (increase of 22 students) = +\$198,000
- Categoricals:
 - MPSERS Categorical continue and remain funded at current levels.
 - \$308,000 At Risk 31A funding to support the District's economically disadvantaged students.
- Increase in Property Tax Value of approximately 3.15%

Troy School District

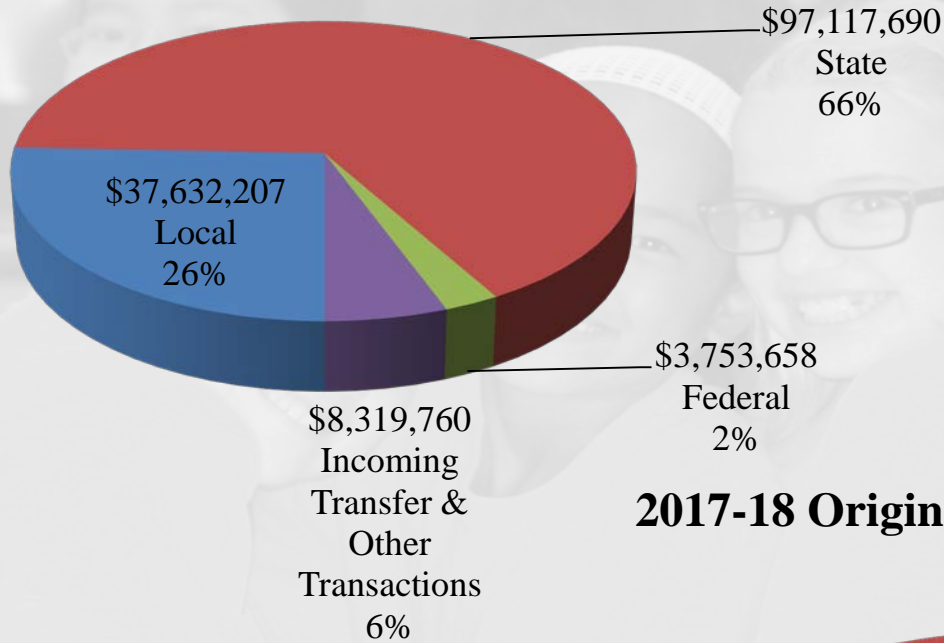
Summary of General Fund Revenue

	Audited 6/30/2016	Final Budget Amendment 6/30/2017	Recommended Budget 6/30/2018
Projected Revenue	\$141,078,712	\$146,823,315	\$147,458,385
Projected Expenditures	\$140,248,064	\$146,020,168	\$147,430,144
Revenue (Under) Expenditures	\$830,648	\$803,147	\$28,241
 Beginning Fund Equity			
July 1st	\$20,701,637	\$21,532,285	\$22,335,432
 Ending Fund Equity			
June 30th	\$21,532,285	\$22,335,432	\$22,363,673
Fund Equity as a % of Expenditures	15.35%	15.30%	15.17%

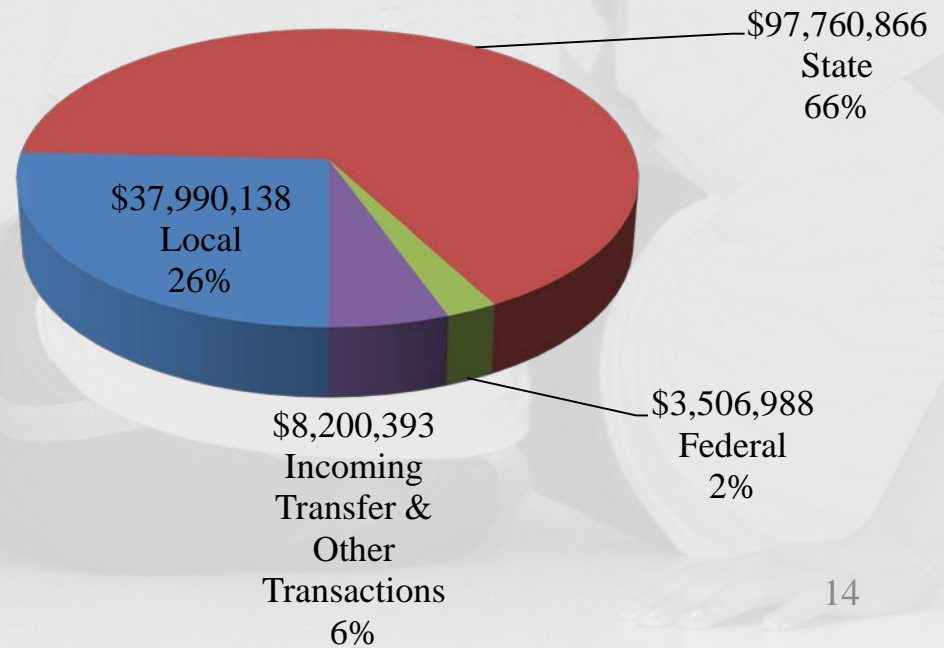
General Fund Revenue by Source

<u>Revenue</u>	Audited	Final Budget	Recommended
	6/30/2016	Amendment 6/30/2017	Budget 6/30/2018
1XX Local	\$36,089,115	\$37,632,207	\$37,990,138
3XX State	\$94,326,223	\$97,117,690	\$97,760,866
4XX Federal	\$2,986,496	\$3,753,658	\$3,506,988
5XX- Incoming Transfer & Other Transactions	\$7,676,878	\$8,319,760	\$8,200,393
Total Revenues and Other Transactions	\$141,078,712	\$146,823,315	\$147,458,385

2016-17 Final Amendment GF Revenue by Source



2017-18 Original Budget GF Revenue by Source



2017-18 General Fund Expenditure Budget Assumptions

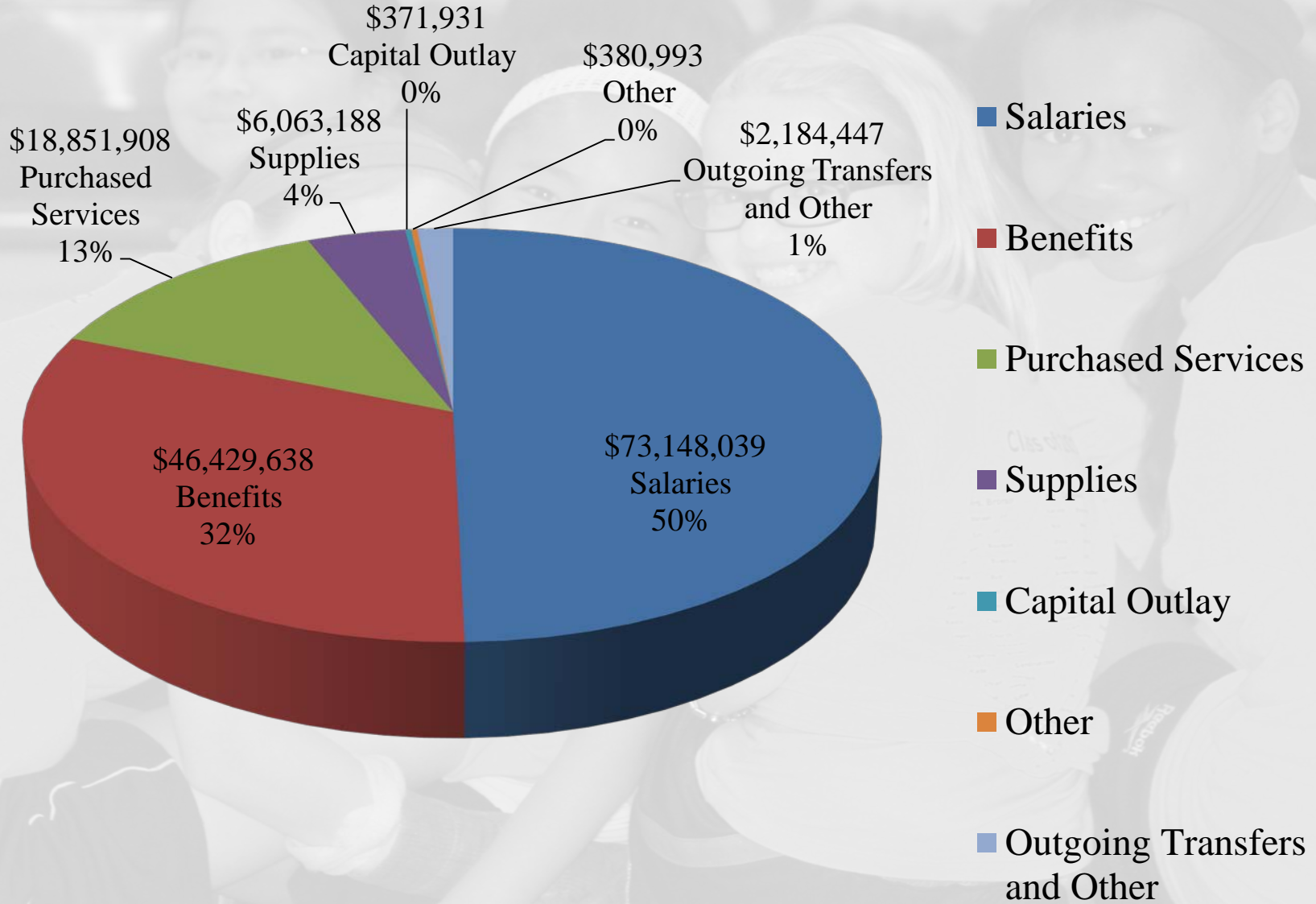
- Salary increases to reflect agreements with employee unions.
- Benefit Increases
 - Health Insurance: 3.3% increase in PA 152 hard cap rate
 - Retirement Increase: Increase in the effective rate of 0.62% (24.94% to 25.56%). This is offset by a slight decrease in the MPSERS UAAL rate stabilization (11.70% to 11.32%).
 - FICA increase to reflect increase of salaries
- Reduction in capital outlay due to non-recurring expenditures.
- Increase in purchased services due to increased student transportation costs.
- No significant changes in Supplies and Other Expenditures.

Troy School District

Summary of General Fund Expenditures by Object

Expense by Object	Final Budget		Recommended
	Audited 6/30/2016	Amendment 6/30/2017	Budget 6/30/2018
1xxx Salaries	\$ 69,886,141	\$ 72,264,630	\$ 73,148,039
2xxx Benefits	\$ 45,160,971	\$ 45,808,815	\$ 46,429,638
3xxx-4xxx Purchased Services	\$ 16,763,127	\$ 18,727,160	\$ 18,851,908
5xxx Supplies	\$ 5,189,625	\$ 6,215,448	\$ 6,063,188
6xxx Capital Outlay	\$ 502,348	\$ 482,061	\$ 371,931
7xxx Other	\$ 579,251	\$ 382,197	\$ 380,993
8xxx-9xxx Outgoing Transfers and Other	\$ 2,166,600	\$ 2,139,857	\$ 2,184,447
Total Expenditures	\$ 140,248,063	\$ 146,020,168	\$ 147,430,144

2017-18 GF Expense by Object

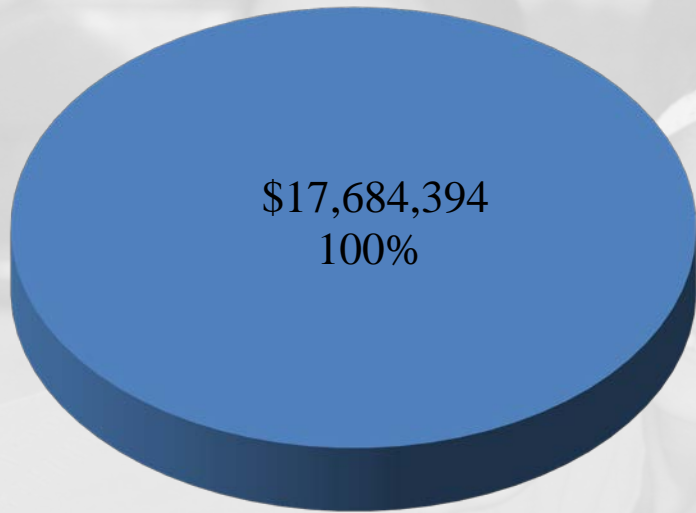


A group of diverse students, including a girl with glasses and a boy with a baseball cap, are gathered around a document, smiling and looking at it. The image is faded and serves as a background for the text.

Future Budget Considerations

- Strategic Planning
- Program Review
- Student Staff Ratio Analysis
- Operational Efficiencies and Effectiveness Opportunities
- Resource Allocation and Prioritization

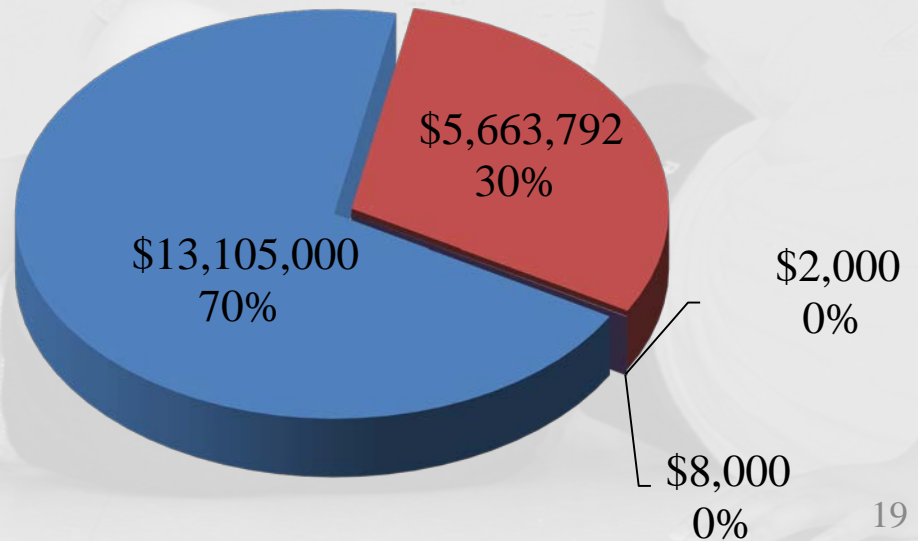
2017-2018 Debt Service Funds Revenues



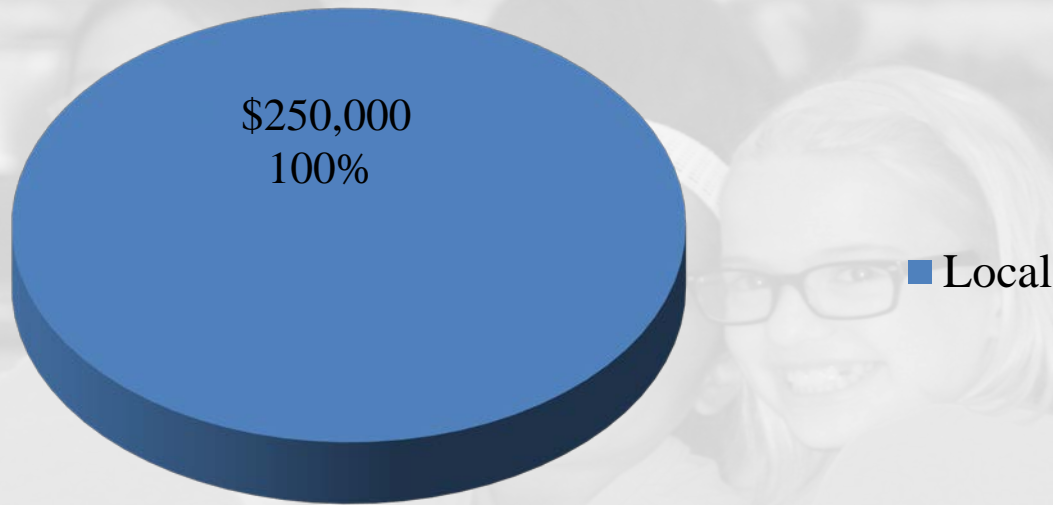
■ Property Tax Levy

2017-2018 Debt Service Funds Expenditures

- Principal
- Interest
- Other Expenses
- Property Tax Adjustments



2017-2018 Capital Project Fund Revenue



2017-2018 Capital Project Fund Expenditures

■ Building Improvements

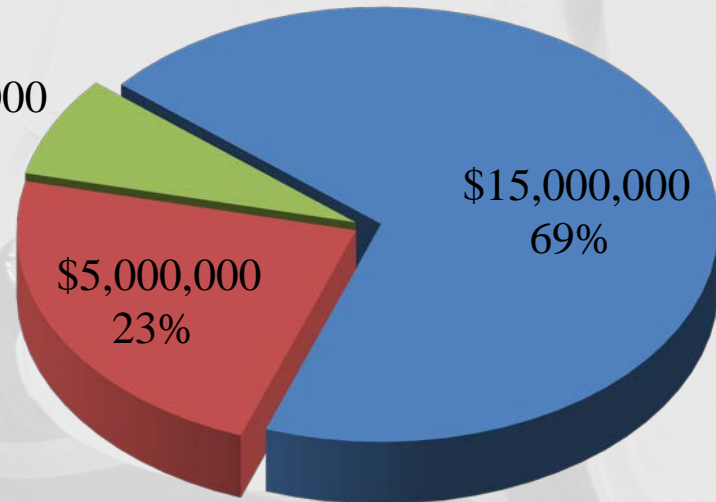
■ Equipment

■ School Buses

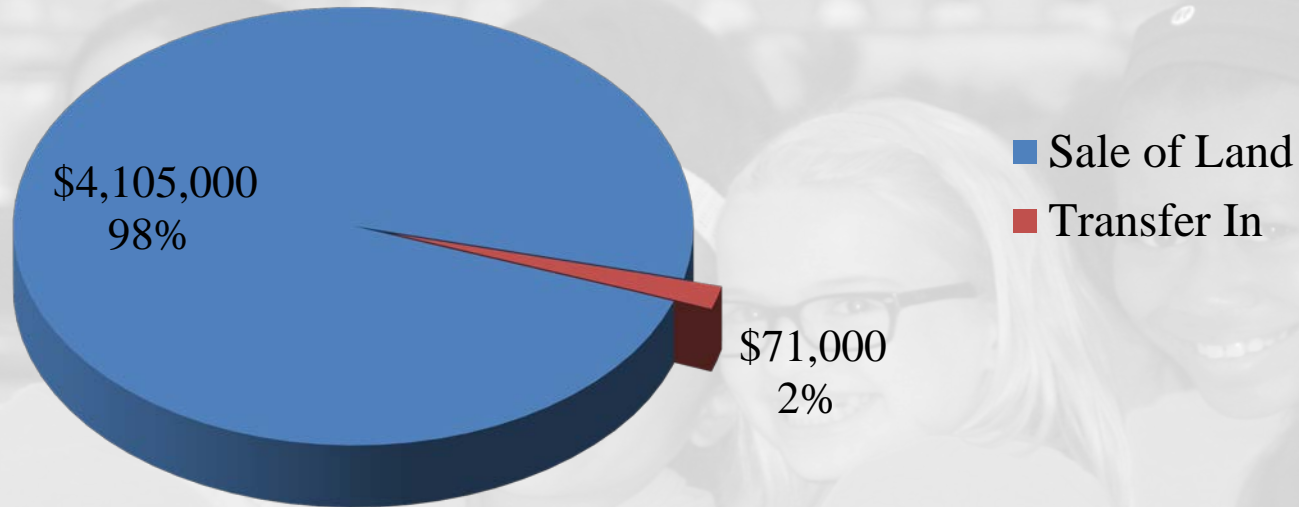
\$1,615,000
8%

\$5,000,000
23%

\$15,000,000
69%



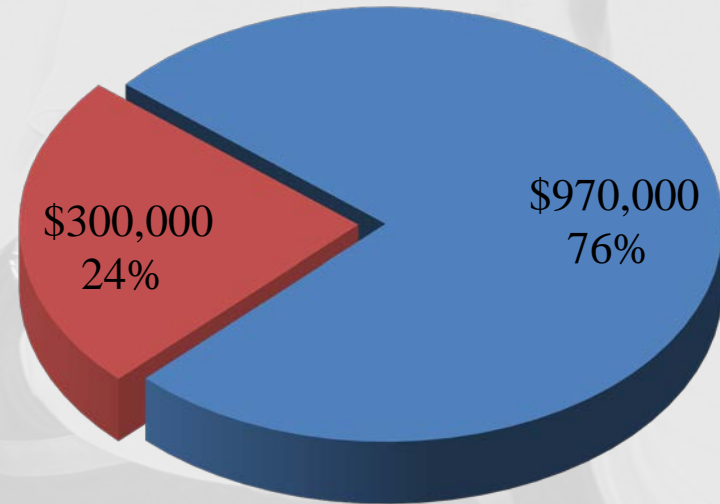
2017-2018 Capital Maintenance Fund Revenue



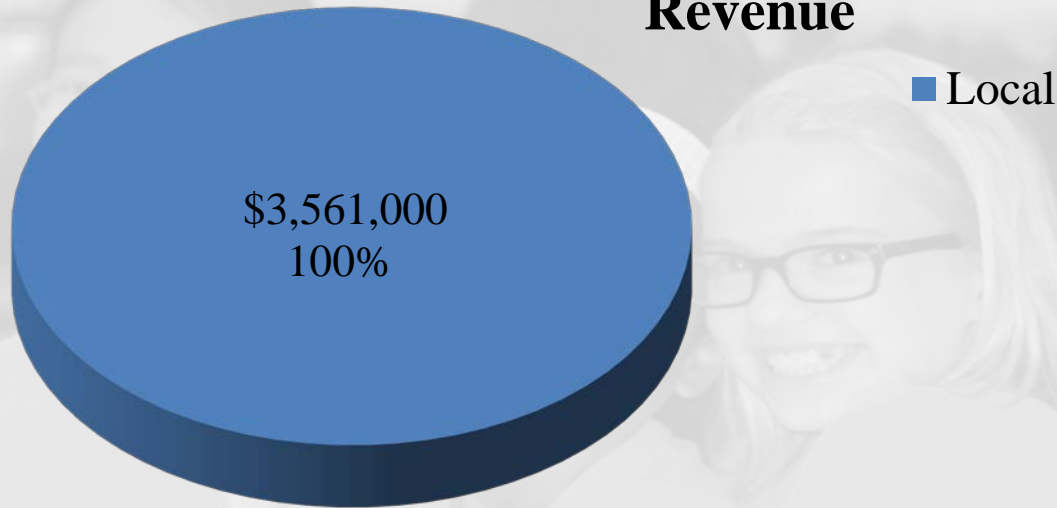
2017-2018 Capital Maintenance Fund Expenditures

■ Purchased Services

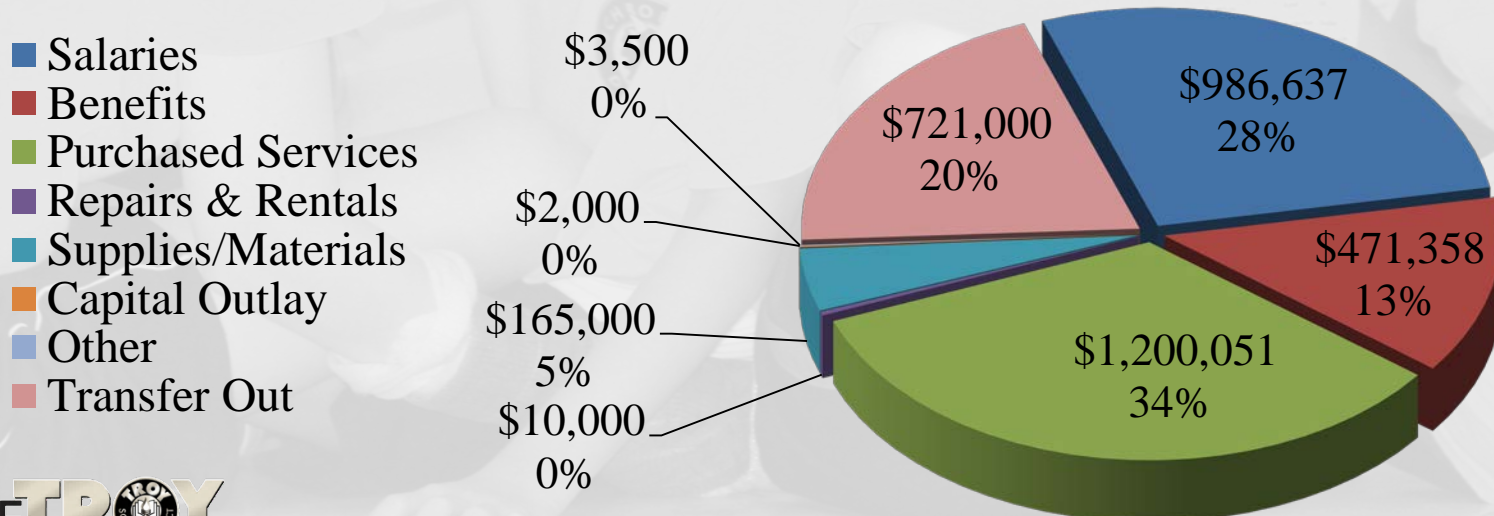
■ Building Improvements



2017-2018 Adult Education and Community Service Fund Revenue

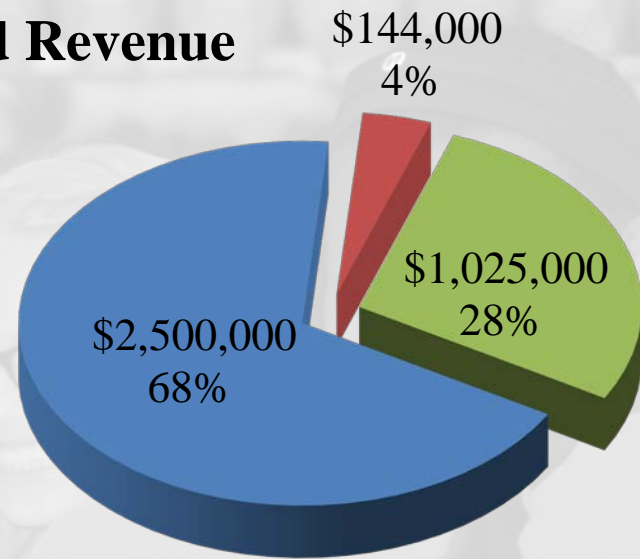


2017-2018 Community Education Fund Expenditures

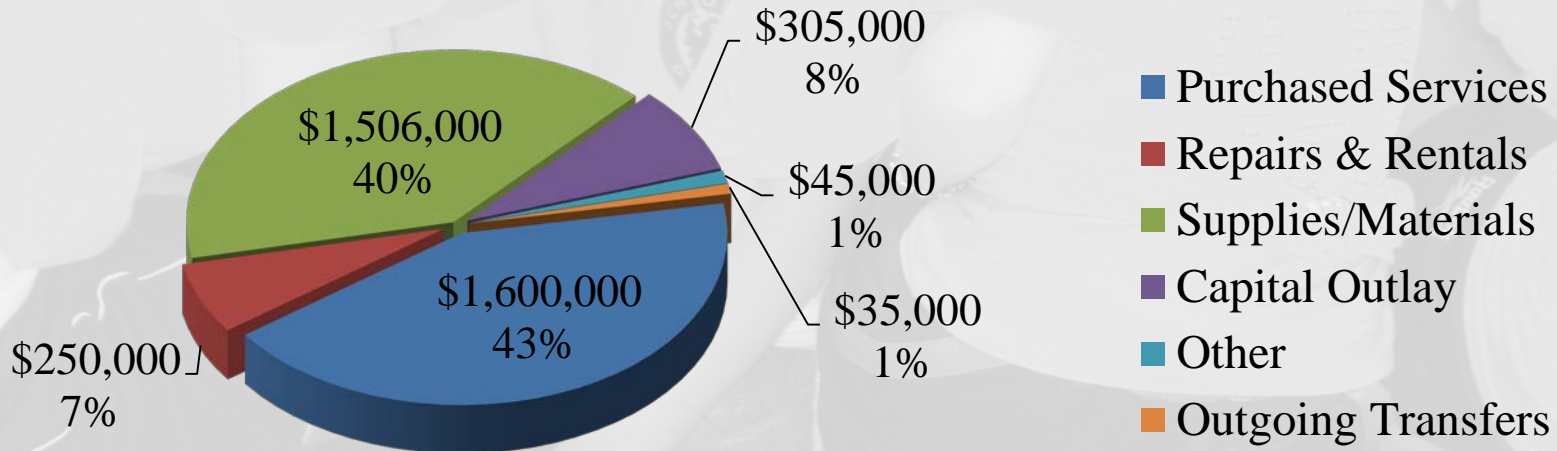


2017-2018 Food Service Fund Revenue

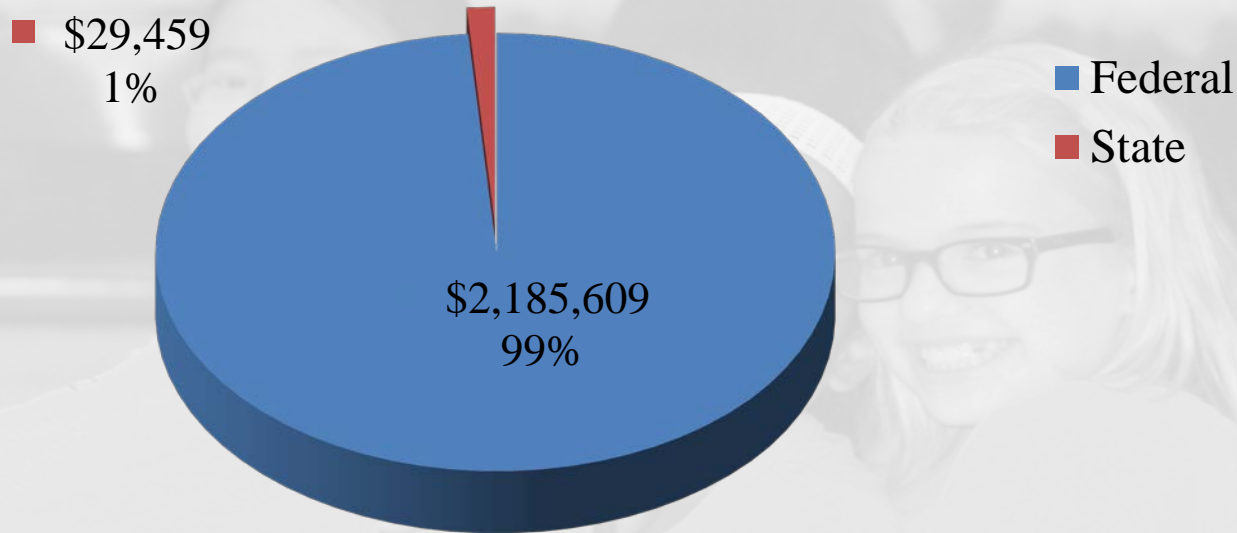
- Local
- State
- Federal



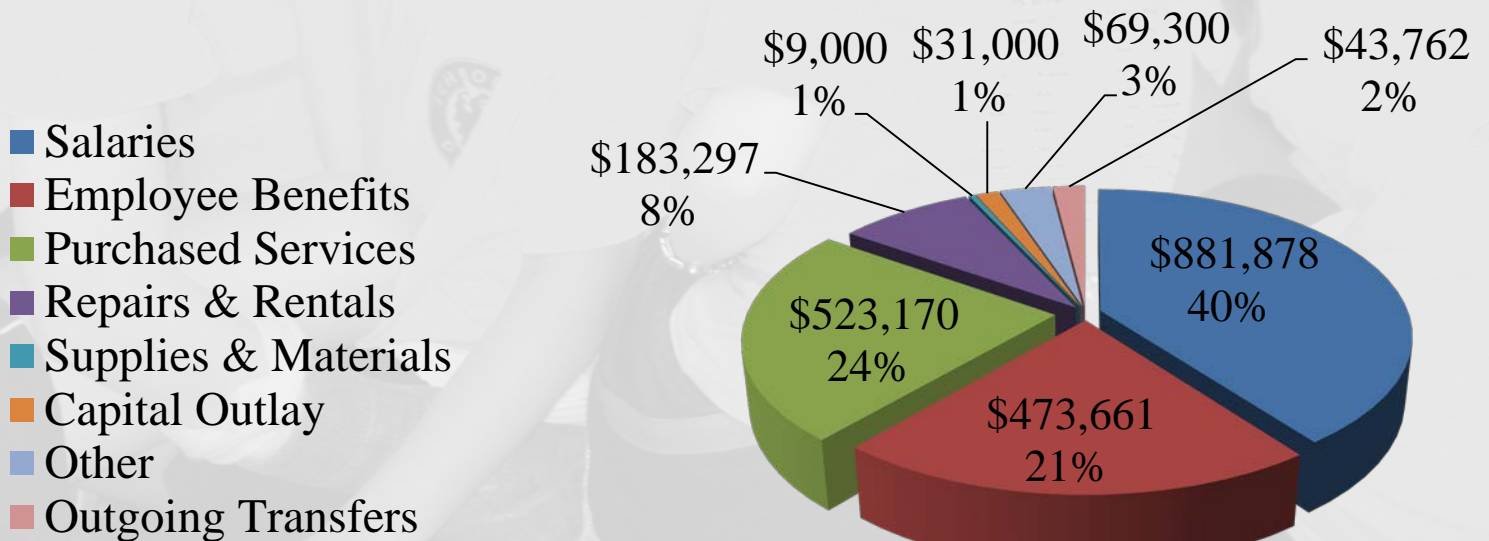
2017-2018 Food Service Fund Expenditures



2017-2018 Troy Career Center Revenue



2017-2018 Troy Career Center Expenditures



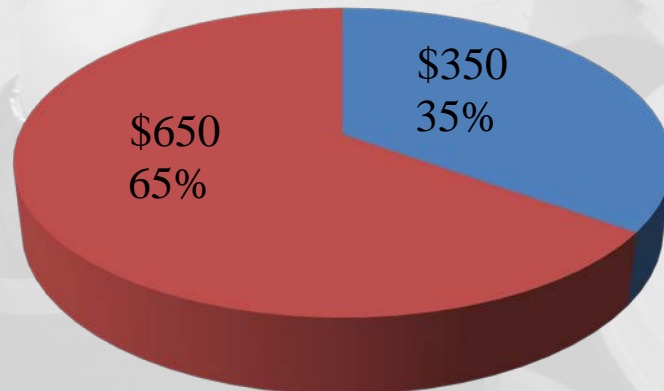
2017-2018 Facility Rentals Fund Revenues



■ Local Sources

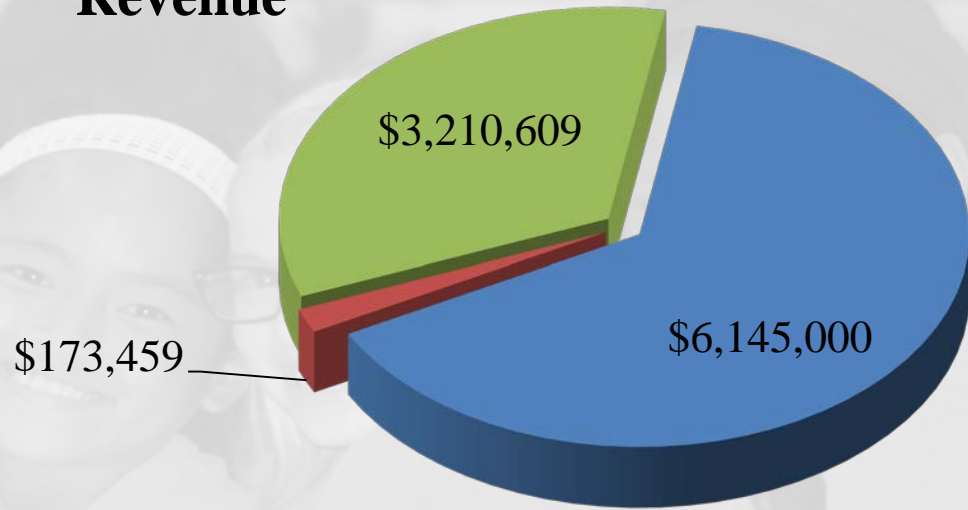
2017-2018 Facility Rentals Fund Expenditures

■ Purchased Services
■ Supplies & Materials



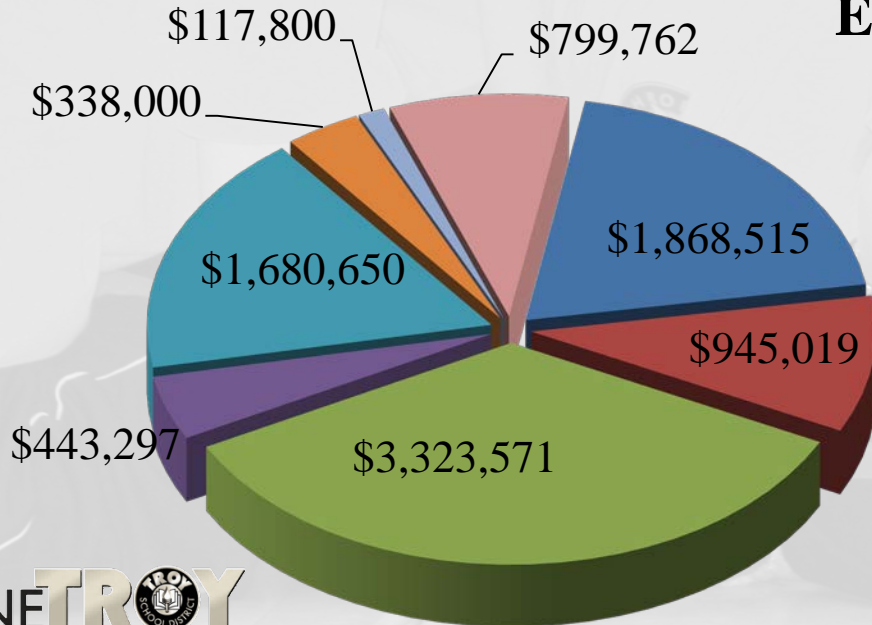
2017-2018 Consolidated Special Revenue Funds Revenue

- Local
- State
- Federal



2017-2018 Consolidated Special Revenue Funds Expenditures

- Salaries
- Benefits
- Purchased Services
- Repairs & Rentals
- Supplies/Materials
- Capital Outlay
- Other Expenditures
- Outgoing Transfers





End